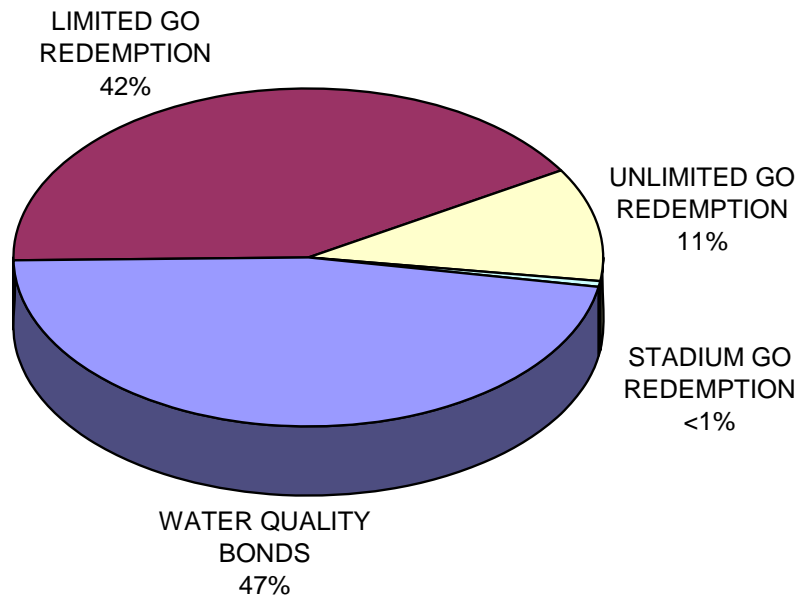
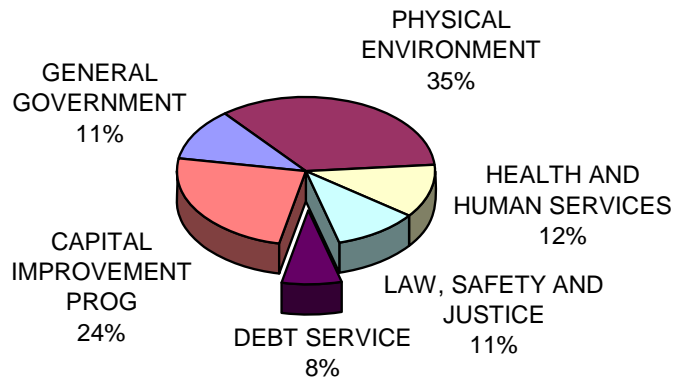


# DEBT SERVICE

## Debt Service \$368 Million



Due to rounding, figures in pie chart may not add to 100%.

## **DEBT SERVICE PROGRAM PLAN**

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### **Issues and Priorities**

The 2008 debt service budget for the three bond repayment funds shows a decrease from the 2007 debt repayment levels of approximately \$8.9 million or 4.3 percent below the 2007 adopted level.

The Limited General Obligation Bond Redemption Fund reduction is due to the final maturity in 2007 of a 1997 bond issue for the financial reporting system. New debt issuance is to occur in late 2007 for open spaces and Solid Waste with debt repayment beginning in 2008. The amount to be issued for open space is about \$10.0 million while the amount for Solid Waste is \$46.0 million.

The next debt issuance for Current Expense funded debt is projected to occur in late 2008. The repayment schedule is likely to start in 2009. Bond proceeds will be used for housing projects and studies, the parking garage tunnel to the NCOB and the King County Courthouse renovation. The total amount to be issued in 2008 is currently estimated at \$58.8 million. The Current Expense debt plan includes a placeholder for a future Accountable Business Transformation (ABT) proposal along with general government facility and technology debt financed project reserves. The Current Expense Fund share of the Limited G.O. Bond payment will remain below the 5 percent debt cap based on Current Expense Fund revenue collections even with the inclusion of additional debt.

The Unlimited General Obligation Bond Redemption Fund debt payment budget authority proposed for 2008 is lower due to technical adjustments associated with recently issued refunding debt.

The difference between Limited General Obligation Bond financing and Unlimited General Obligation Bond financing is that Unlimited is approved by the voters, while Limited is approved by the King County Council.

Wastewater will be issuing additional bonds in conjunction with the Brightwater project.

**2008 Proposed Budget for Limited G.O. Bond Redemption  
8400/0465**

Code	Item	Description	Expenditures	FTEs *	TLTs
<b>Program Area</b>					
	<i>DS</i>	2007 Adopted	154,057,890	0.00	0.00
		Status Quo**	0	0.00	0.00
		<b>Status Quo Budget</b>	<b>154,057,890</b>	<b>0.00</b>	<b>0.00</b>
<b>Limited GO Bond Redemption</b>					
TA01		Technical Repayment Schedule Adjustments	(943,447)	0.00	0.00
			<b>(943,447)</b>	<b>0.00</b>	<b>0.00</b>
		<b>Total Change Items in 2008</b>	<b>(943,447)</b>	<b>0.00</b>	<b>0.00</b>
		<b>2008 Proposed Budget</b>	<b>153,114,443</b>	<b>0.00</b>	<b>0.00</b>

\* FTEs do not include temporaries or overtime.

\*\* This includes 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

**2008 Proposed Budget for Unlimited G.O. Bond  
Redemption 8500/0466**

Code	Item	Description	Expenditures	FTEs *	TLTs
<b>Program Area</b>					
	<i>DS</i>	2007 Adopted	47,757,112	0.00	0.00
		Status Quo**	0	0.00	0.00
		<b>Status Quo Budget</b>	<b>47,757,112</b>	<b>0.00</b>	<b>0.00</b>
<b>Unlimited GO Bond Redemption</b>					
TA01		Technical Repayment Schedule Adjustments	(7,917,878)	0.00	0.00
			<b>(7,917,878)</b>	<b>0.00</b>	<b>0.00</b>
		<b>Total Change Items in 2008</b>	<b>(7,917,878)</b>	<b>0.00</b>	<b>0.00</b>
		<b>2008 Proposed Budget</b>	<b>39,839,234</b>	<b>0.00</b>	<b>0.00</b>

\* FTEs do not include temporaries or overtime.

\*\* This includes 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

**Unlimited G.O. Bond Redemption**

**2008 Proposed Budget for Stadium G.O. Bond Redemption  
8510/0467**

Code	Item	Description	Expenditures	FTEs *	TLTs
<b>Program Area</b>					
		<i>DS</i>			
		2007 Adopted	2,215,200	0.00	0.00
		Status Quo**	0	0.00	0.00
		<b>Status Quo Budget</b>	<b>2,215,200</b>	<b>0.00</b>	<b>0.00</b>
<b>Stadium GO Bond Redemption</b>					
TA01		Technical Repayment Schedule Adjustments	(2,412)	0.00	0.00
			<b>(2,412)</b>	<b>0.00</b>	<b>0.00</b>
		<b>Total Change Items in 2008</b>	<b>(2,412)</b>	<b>0.00</b>	<b>0.00</b>
		<b>2008 Proposed Budget</b>	<b>2,212,788</b>	<b>0.00</b>	<b>0.00</b>

\* FTEs do not include temporaries or overtime.

\*\* This includes 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

**DEBT SERVICE PROGRAM PLAN**

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**2008 Proposed Budget for Wastewater Treatment Debt  
Service 4610/4999M**

Code	Item	Description	Expenditures	FTEs *	TLTs
<b>Program Area</b>					
		<i>DS</i>			
		2007 Adopted	149,057,384	0.00	0.00
		Status Quo**	23,861,497	0.00	0.00
		<b>Status Quo Budget</b>	<b>172,918,881</b>	<b>0.00</b>	<b>0.00</b>
<b>Technical Adjustment</b>					
TA01		Technical Adjustments	173,775	0.00	0.00
			<b>173,775</b>	<b>0.00</b>	<b>0.00</b>
		<b>Total Change Items in 2008</b>	<b>173,775</b>	<b>0.00</b>	<b>0.00</b>
		<b>2008 Proposed Budget</b>	<b>173,092,656</b>	<b>0.00</b>	<b>0.00</b>

\* FTEs do not include temporaries or overtime.

\*\* This includes 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

**DEBT SERVICE PROGRAM PLAN**

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**Debt Service Program Area**

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	2006 Adopted	2007 Adopted	2008 Proposed
WQ REV BONDS & OTH DEBT SVC	129,953,011	149,057,384	173,092,656
LIMITED G O BOND REDEMPTION	154,081,650	154,057,890	153,114,443
UNLIMITED G O BOND REDEMPTION	47,464,724	47,757,112	39,839,234
STADIUM G O BOND REDEMPTION	2,213,150	2,215,200	2,212,788
<b>Total Debt Service</b>	<b>333,712,535</b>	<b>353,087,586</b>	<b>368,259,121</b>